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UNITED STATES DISTRICT COURT DISTRICT OF NEVADA

* * *

LOURDES MARIA MORTON.

Plaintiff,

٧.

WAL-MART STORES, INC., et al.,

Defendants.

Case No. 2:12-cv-00155-MMD-NJK

ORDER

(Plf.'s Application for Entry of Default – dkt. no. 11; Def.'s Motion for Summary Judgment – dkt. no. 19; Def.'s Motion for Summary Judgment – dkt. no. 29)

I. SUMMARY

Before the Court are Plaintiff Lourdes Maria Morton's Application for Entry of Clerk's Default (dkt. no. 11) as well as Defendant Wal-Mart Stores, Inc.'s ("Wal-Mart") Motions for Summary Judgment (dkt. nos. 19 and 29). The Court has reviewed the briefings associated with each motion, and issues this Order consistent with the reasoning set forth below.

II. BACKGROUND

Morton filed her Complaint on January 30, 2012, against Defendants, Wal-Mart, Claims Management, Inc., and Arkansas Claims Management, Inc., for injuries arising out of a slip and fall in a San Bernardino, California Wal-Mart store. Morton alleges that on February 13, 2010, she slipped and fell on a "slippery, gel-like substance" while inside the store and sustained injuries as a result. (Dkt. no. 1 at ¶ 4.) Morton brought two claims, one for negligence and the other for "loss of care, society, companionship, support and consortium of her spouse." (*Id.* at ¶¶ 5-10.)

III. MORTON'S APPLICATION FOR DEFAULT (DKT. NO. 11)

Wal-Mart timely answered Morton's Complaint, but Claims Management had not due to the Stipulated Dismissal entered into by the parties on March 13, 2012. (See dkt. no. 7.) The Stipulated Dismissal, signed by Morton and Defendants' counsel, agreed to dismiss without prejudice both Claims Management entities. (*Id.*) After it was entered, Morton filed an Opposition to the Stipulated Dismissal, complaining that the stipulation was entered into erroneously and that she had not consented to the Claims Management dismissals. (Dkt. no. 10.)

Consequently, Morton seeks an entry of default from the Court after representing in a brief motion that Defendants have not answered her Complaint. (Dkt. no. 11) In response, Defendants' counsel argues that default against the remaining two Defendants, Claims Management, Inc. and Arkansas Claims Management, Inc. (hereinafter "Claims Management"), is inappropriate because they had been dismissed from the case.

In response to Morton's Application for Default, Wal-Mart summarized the history of its discussions with Morton, and argues that Morton consented to the stipulation before simply changing her mind. The documents appended to Wal-Mart's Response do not clarify whether Morton did indeed consent to the stipulation; they only include a series of letters wherein Wal-Mart's counsel's represented to Morton that she had consented to the stipulation. Without deciding whether to accept as true Wal-Mart or Morton's retelling of these events, the Court denies Morton's Application for Default. It is at least clear that Claims Management believed it to be dismissed from the suit, and thus did not answer the Complaint. See Fed. R. Civ. P. 41(a)(1)(A)(ii) (allowing a dismissal of an action against a party without a court order by "filing a stipulation of dismissal signed by all parties who have appeared"). Under these circumstances, an entry of default against Claims Management would be unjust and without cause.

The question remains what effect the disputed Stipulation has on ongoing proceedings in this case. In light of the Stipulation's terms, which provided for dismissal

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without prejudice of Claims Management, the Court holds that withdrawal of the stipulated dismissal is appropriate. As a plaintiff is the master of her complaint, the Court rules in favor of Morton. Claims Management has twenty-one (21) days from the entry of this Order to respond to Morton's Complaint. See Fed. R. Civ. P. 12.

IV. WAL-MART'S MOTIONS FOR SUMMARY JUDGMENT

A. Legal Standard

The purpose of summary judgment is to avoid unnecessary trials when there is no dispute as to the facts before the court. Nw. Motorcycle Ass'n v. U.S. Dep't of Agric., 18 F.3d 1468, 1471 (9th Cir. 1994). Summary judgment is appropriate when the pleadings, the discovery and disclosure materials on file, and any affidavits "show there is no genuine issue as to any material fact and that the movant is entitled to judgment as a matter of law." Celotex Corp. v. Catrett, 477 U.S. 317, 330 (1986). An issue is "genuine" if there is a sufficient evidentiary basis on which a reasonable fact-finder could find for the nonmoving party and a dispute is "material" if it could affect the outcome of the suit under the governing law. Anderson v. Liberty Lobby, Inc., 477 U.S. 242, 248-49 (1986). Where reasonable minds could differ on the material facts at issue, however, summary judgment is not appropriate. Warren v. City of Carlsbad, 58 F.3d 439, 441 (9th Cir. 1995). "The amount of evidence necessary to raise a genuine issue of material fact is enough 'to require a jury or judge to resolve the parties' differing versions of the truth at trial." Aydin Corp. v. Loral Corp., 718 F.2d 897, 902 (9th Cir. 1983) (quoting First Nat'l Bank v. Cities Service Co., 391 U.S. 253, 288-89 (1968)). In evaluating a summary judgment motion, a court views all facts and draws all inferences in the light most favorable to the nonmoving party. Kaiser Cement Corp. v. Fishbach & Moore, Inc., 793 F.2d 1100, 1103 (9th Cir. 1986).

The moving party bears the burden of showing that there are no genuine issues of material fact. *Zoslaw v. MCA Distrib. Corp.*, 693 F.2d 870, 883 (9th Cir. 1982). "In order to carry its burden of production, the moving party must either produce evidence negating an essential element of the nonmoving party's claim or defense or show that

F.3d 1099, 1102 (9th Cir. 2000).

insufficient." Anderson, 477 U.S. at 252.

the nonmoving party does not have enough evidence of an essential element to carry its

ultimate burden of persuasion at trial." Nissan Fire & Marine Ins. Co. v. Fritz Cos., 210

requirements, the burden shifts to the party resisting the motion to "set forth specific

facts showing that there is a genuine issue for trial." Anderson, 477 U.S. at 256. The

nonmoving party "may not rely on denials in the pleadings but must produce specific

evidence, through affidavits or admissible discovery material, to show that the dispute

exists," Bhan v. NME Hosps., Inc., 929 F.2d 1404, 1409 (9th Cir. 1991), and "must do

more than simply show that there is some metaphysical doubt as to the material facts."

Orr v. Bank of Am., 285 F.3d 764, 783 (9th Cir. 2002) (internal citations omitted). "The

mere existence of a scintilla of evidence in support of the plaintiff's position will be

Once the moving party satisfies Rule 56's

B. First Motion for Summary Judgment (dkt. no. 19)

Wal-Mart seeks summary judgment on the basis of admissions made by Morton during discovery in response to Wal-Mart's Fed. R. Civ. P. 36 request for admissions. On March 20, 2012, Wal-Mart propounded these requests, but Morton provided her responses on May 1, 2012, eleven days after the Rule 36 deadline. Wal-Mart argues that Morton's failure to timely respond constituted "conclusively established" admissions to their requests that negate essential elements of Morton's claims. Morton does not challenge this conclusion, but does request within her Response to Wal-Mart's first Motion for Summary Judgment withdrawal or amendment of her admissions pursuant to Fed. R. Civ. P. 36(b). (See dkt. no. 23 at 7.) Morton later filed a standalone motion seeking withdrawal or amendment of her admissions. (Dkt. no. 25.) The Magistrate Judge granted the motion, correctly reasoning that the requirements under Rule 36(b) were present to allow amendment. (See dkt. no. 32.) As Wal-Mart's Motion is predicated

¹That request is properly construed as a Rule 36(b) motion. See Erickson v. Pardus, 551 U.S. 89, 94 (2007) (noting that "[a] document filed pro se is to be liberally construed").

solely on admissions that have now been amended, its causation and damages arguments must fail, and the Motion must be denied.

C. Second Motion for Summary Judgment (dkt. no. 29)

Wal-Mart's primary argument in favor of its second Motion for Summary Judgment is that Morton has failed to proffer any evidence that Wal-Mart either caused or had actual or constructive notice of the hazardous condition at its store, thereby precluding negligence liability.

To state a claim for negligence, a plaintiff must show "(1) that the defendant had a duty to exercise due care with respect to the plaintiff; (2) that the defendant breached this duty; (3) that the breach was both the actual and proximate cause of the plaintiff's injury; and (4) that the plaintiff was damaged." *Joynt v. California Hotel & Casino*, 835 P.2d 799, 801 (Nev. 1992) (citing *Perez v. Las Vegas Medical Center*, 805 P.2d 589, 590–91 (Nev. 1991)). Generally, "courts are reluctant to grant summary judgment in negligence cases because foreseeability, duty, proximate cause and reasonableness usually are questions of fact for the jury." *Lee v. GNLV Corp.*, 22 P.3d 209, 212 (Nev. 2001) (quoting *Thomas v. Bokelman*, 462 P.2d 1020, 1022 (Nev.1970)).

Moreover, in Nevada, "a business owes its patrons a duty to keep the premises in a reasonably safe condition." *Sprague v. Lucky Stores, Inc.,* 849 P.2d 320, 322 (Nev.1993) (citing *Asmussen v. New Golden Hotel Co.,* 392 P.2d 49 (Nev. 1964)). If a spill causes a slip and fall accident and the business owner or one of its agents caused the spill, the business owner will be liable for breaching its duty to keep the premises reasonably safe. *Asmussen,* 392 P.2d at 50. However, if the business owner or its employees did not cause the spill, the business owner will be liable only if he/she had actual or constructive notice of the spill and did not remedy it. *Id.* Thus, in an ordinary "slip and fall" premises liability case, a defendant may be found liable either upon a showing that it (or its agents or employees) caused the presence of the foreign substance, or that had actual or constructive notice of the condition. *Eldorado Club, Inc. v. Graff,* 377 P.2d 174, 175 (Nev. 1962).

Morton has failed to proffer any evidence that any Wal-Mart employee or agent caused the presence of the substance causing her injuries.² At her deposition, she made clear she had no information as to who placed the hazard at the store. (Dkt. no. 29-B at 87-89.) Morton deposed three Wal-Mart employees, all of whom testified that they did not cause the substance's presence, and did not know who placed it there. (Dkt. nos. 29-C and 29-D.) Morton has not presented any evidence as to causation. Similarly, Morton cannot establish actual notice of the hazardous condition, as she presents no evidence that any Wal-Mart agent or employee knew the condition was on the floor prior to her fall. (Dkt. no. 29-B at 89-90, 91, 94-95.) The only evidence offered are the handwritten statements of two Wal-Mart employees that describe the incident in question. (Dkt. nos. 33-B and 33-C.) One note describes Morton's slip, and states that the substance was not noticed until after the fall. (Dkt. no. 33-B.) The second note describes how an employee led Morton to a section of the store, only for Morton to fall behind her on the clear substance. (Dkt. no. 33-C.) These notes suggest that the employees had no actual notice of the foreign substance before the accident.

Having failed to establish causation or actual notice, Morton can only succeed on her claim if she presents evidence that Wal-Mart had constructive notice of the hazardous condition. See Sprague 849 P.2d at, 322-23 ("Where the foreign substance is the result of the actions of persons other than the business or its employees, liability will lie only if the business had actual or constructive notice of the condition and failed to remedy it."). Ordinarily, this is a question of fact, id. at 323, but Morton has failed to proffer any evidence sufficient to raise any genuine question of fact on this point. There is no evidence that Wal-Mart knew that substances like this were frequently on its floors, or that the substance ordinarily creates a hazard, or that it was present for any

²Morton raises a number of objections to Wal-Mart's conduct during discovery she claims was in bad faith. (See dkt. no. 31 at 8-9.) The Court does not address these complaints in this motion, and advises the parties that any disputes as to discovery conduct must be brought in the form of a motion for decision by the presiding Magistrate Judge.

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substantial period of time. See id. All that Morton can point to is evidence to demonstrate mere presence of the hazardous condition, but that is not enough to create constructive notice. Linnell v. Carrabba's Italian Grill, LLC, 833 F. Supp. 2d 1235, 1238 (D. Nev. 2011).

Morton also argues that surveillance footage taken before the incident as evidence that Wal-Mart employees should have known of the substance, since a number of employees were seen walking through the isle in question, apparently minutes before the accident. However, there is no indication that the substance was on the floor during these moments. Indeed, this evidence weighs against a constructive notice showing, since it provides circumstantial evidence that the hazard did not exist long enough to put Wal-Mart on constructive notice. See Ortega v. Kmart Corp., 26 Cal. 4th 1200, 1210-11 (2001) ("[A]n owner must have a reasonable time to make an inspection in order to discover the dangerous condition and correct it."). Without evidence that the hazard "had existed for a period sufficient to provide the owner with constructive notice," Morton's claim must fail. *Id.* at 1212.

As a result, Morton fails to present sufficient evidence to raise a genuine issue of material fact as to notice or causation required in order to succeed on her claims against Wal-Mart.

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V. CONCLUSION

IT IS THEREFORE ORDERED that Plaintiff's Motion for Entry of Clerk's Default (dkt. no. 11) is DENIED. The parties' March 13, 2012, Stipulated Dismissal is hereby WITHDRAWN. Defendants Claims Management, Inc. and Arkansas Claims Management, Inc. have twenty-one (21) days from the entry of this Order to respond to Morton's Complaint.

IT IS FURTHER ORDERED that Defendant Wal-Mart's Motion for Summary Judgment (dkt. no. 19) is DENIED.

IT IS FURTHER ORDERED that Defendant Wal-Mart's Second Motion for Summary Judgment (dkt. no. 29) is GRANTED.

DATED THIS 12th day of February 2013.

MIRANDA M. DU

UNITED STATES DISTRICT JUDGE